Closed to the Public

Public Utilities Commission of the State of California

Ratesetting Deliberative Meeting Agenda No. 34 Wednesday, May 15, 2002, 10:00 a.m. San Francisco, California

Commissioners
Loretta M. Lynch, President
Geoffrey F. Brown
Henry M. Duque
Michael R. Peevey
Carl W. Wood

This Ratesetting Deliberative Meeting will commence at the above date and time and may be continued from day to day up to the convening of the May 16, 2002, Business Meeting.

Website: http://www.cpuc.ca.gov

Scheduled Ratesetting Deliberative Meetings*
10:00 a.m.
Room 5305
505 Van Ness Avenue, San Francisco

Monday, June 03, 2002 Monday, June 24 Friday, July 12 Monday, August 5

For further information contact the Public Advisor Phone: (415) 703-2074 E-mail: public.advisor@cpuc.ca.gov

^{*} Ratesetting Deliberative Meeting dates are reserved as noted but will only be held if there are ratesetting matters to be considered.

AGENDA

(Item numbers correspond to the May 16 Business Meeting Agenda numbers.)

NOTE:

Ex Parte Communications are prohibited on Items H-3, H-3a and H-3b from the day of the Ratesetting Deliberative Meeting through the conclusion of the Business Meeting at which a vote on these Items is scheduled. (Rule 7(c)(4)).

H-3 A01-02-024 - AT&T Communications of California, Inc., WorldCom, 299 Inc., and The Telephone Connection Local Services.

Joint application for the Commission to reexamine the recurring costs and prices of unbundled switching in its first annual review of unbundled network element costs pursuant to Ordering Paragraph 11 of D99-11-050. A01-02-035, A01-02-034 – Related Matters. This interim order in the Commission's 2001 Unbundled Network Element (UNE) Reexamination proceedings sets interim rates for two of Pacific Bell's UNEs, namely loops and switching. For unbundled loops, the Commission adopts an interim discount of 15.1% from Pacific's current loop price of \$11.70. For unbundled switching, the Commission adopts an interim discount of 35.8% for the basic port, 50.8% for usage rates, and 41.9% for tandem switching. These interim rates are subject to adjustment once final rates are adopted. This proceeding shall remain open to set final rates for these UNEs. (Section 311(g)(1).)

(Comr Wood - ALJ Duda)

(Agenda 3085, Item 1, 4/4/02; Agenda 3087, Item H-5, 5/2/02)

H- 3a ALTERNATE ORDER TO ITEM 299.

594

The alternate order adopts an interim discount off current switching rates of 69.4% for local switching and vertical features and a 79.3% discount for tandem switching. (Comr Lynch)

ALTERNATE ORDER TO ITEM 299. H-3b

599

The alternate order adopts an interim discount of 8% from Pacific's current loop price of \$11.70. For unbundled switching, the Commission adopts an interim discount of 60%. These interim rates are subject to adjustment once final rates are adopted. This proceeding shall remain open to set final rates for these UNEs. (Comr Peevey)

Page 2